



HIPAA Compliance Implementation
Project #4200-9
Special Project Report
May 2009
(Revised)

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1 SPR EXECUTIVE APPROVAL TRANSMITTAL

Information Technology Project Request			
Special Project Report Executive Approval Transmittal			
Department Name			
Department of Alcohol and Drug Programs			
Project Title			Project Acronym
HIPAA Compliance Implementation Project			HIPAA
FSR Project ID	FSR Approval Date	Department Priority	Agency Priority
4200-9	July 10, 2001	High	High
Approval Signatures			
<p>The Department of Alcohol and Drug Programs (ADP) submits this Special Project Report (SPR) in support of the request for approval to spend pre-authorized funds for the continuation of this project and to extend the implementation date twelve months to June 30, 2010 for the Short -Doyle Medi-Cal (SD/MC) System. ADP certifies that the SPR is prepared in accordance with the State Administrative Manual Section 4945 and that the proposed project changes are consistent with ADP's information management strategy as expressed in the current Agency Information Management Strategy (AIMS). The undersigned have reviewed and agree with the information in the attached SPR.</p>			
Project Sponsor			Date Signed
Printed Name: Michael Cunningham			
Chief Information Officer			
Printed Name: Gigi Smith			
ADP Budget Officer			
Printed Name: Susan Lussier			
ADP Director			
Printed Name: Renee Zito			
Agency Secretary			
Printed Name: S. Kimberly Belshé			



2 INFORMATION TECHNOLOGY PROJECT SUMMARY PACKAGE

2.1 SECTION A: EXECUTIVE SUMMARY

1. Submit Date	05/15/2009
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	FSR	SPR	PSP Only	Other:
2. Type of Document		X		
Project Number	4200-9			

		Estimated Project Dates	
3. Project Title	Health Insurance Portability and Accountability Act Compliance	Start	End
Project Acronym	HIPAA	08/20/2000	06/30/2010

4. Submitting Department	Department of Alcohol and Drug Programs (ADP)
5. Reporting Agency	Health and Human Services Agency

6. Project Objectives	8. Major Milestones	Est. Completion Date
<p>The project objectives are to:</p> <ul style="list-style-type: none"> ▪ Address compliance with the Health Insurance Portability and Accountability Act (HIPAA) signed into Federal law in 1996 (PL 104-191), ▪ Coordinate with DHCS efforts to remediate the Short-Doyle Medi-Cal Claims Processing System by June 30, 2010; and ▪ Remediate all affected ADP Information Technology Systems by June 30, 2010. 	Remediation of all ADP Information Technology Systems and business processes to align with the new HIPAA Compliant SD/MC system	06/30/2010
	PIER	12/30/2010
	Key Deliverables	
	Same as Above	

7. Proposed Solution
To bring ADP policies, procedures, and automation efforts into compliance with federal HIPAA regulations



2.2 SECTION B: PROJECT CONTACTS

Project #	4200-9
Doc. Type	SPR

Executive Contacts				
Role/Type	Name	Phone	Fax	Email
Agency – CalOHII	Alex Kam	916-654-3454	916-653-9588	akam@ohi.ca.gov
Director	Renée Zito	916-445-1943	916-445-1943	rzito@adp.ca.gov
Budget Office	Susan Lussier	916-323-2065	916-323-5873	slussier@adp.ca.gov
CIO	Gigi Smith	916-324-4973	916-324-4524	gsmith@adp.ca.gov
Project Sponsor	Michael Cunningham	916-322-3563	916-440-7838	mcunningham@adp.ca.gov

Direct Contacts				
Role/Type	Name	Phone	Fax	Email
Doc. Preparer	Gayle Hirahara	916-323-1865	916-323-1849	ghirahara@adp.ca.gov
Primary Contact	Laura Venegas	916-323-1874	916-323-1849	lvenegas@adp.ca.gov
Project Director	Laura Venegas	916-323-1874	916-323-1849	lvenegas@adp.ca.gov



2.3 SECTION C: PROJECT RELEVANCE TO STATE AND/OR DEPARTMENTAL PLANS

1.	What is the date of your current Operational Recovery Plan (ORP)?	Date	7/01/2007	Project #	4200-9
2.	What is the date of your current Agency Information Management Strategy (AIMS)?	Date	9/04/2001	Doc. Type	SPR
3.	For the proposed project, provide the page reference in your current AIMS and/or strategic business plan.	Document	AIMS		
		Page #	26		

				Yes	No
4.	Is the project reportable to control agencies?			X	
	If YES, CHECK all that apply:				
	<input type="checkbox"/>	a) The project involves a budget action.			
	<input type="checkbox"/>	b) A new system development or acquisition that is specifically required by legislative mandate or is subject to special legislative review as specified in budget control language or other legislation.			
	<input type="checkbox"/>	c) The project involves the acquisition of microcomputer commodities and the agency does not have an approved Workgroup Computing Policy.			
	<input type="checkbox"/>	d) The estimated total development and acquisition cost exceeds the departmental cost threshold.			
	X	e) The project meets a condition previously imposed by Department of Finance.			



2.4 SECTION D: BUDGET INFORMATION

Project #	4200-9
Doc. Type	SPR

Budget Augmentation Required?	No	X																																								
	Yes		If YES, indicate fiscal year(s) and associated amount:																																							
			<table border="1"> <tr> <th>FY</th><th>01-02</th><th>FY</th><th>02-03</th><th>FY</th><th>03-04</th><th>FY</th><th>04-05</th><th>FY</th><th>05-06</th><th>FY</th><th>06-07</th><th>FY</th><th>07-08</th><th>FY</th><th>08-09</th><th>FY</th><th>09-10</th><th>FY</th><th>10-11</th> </tr> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table>	FY	01-02	FY	02-03	FY	03-04	FY	04-05	FY	05-06	FY	06-07	FY	07-08	FY	08-09	FY	09-10	FY	10-11																			
FY	01-02	FY	02-03	FY	03-04	FY	04-05	FY	05-06	FY	06-07	FY	07-08	FY	08-09	FY	09-10	FY	10-11																							

PROJECT COSTS

1	Fiscal Year	FY	01-02	FY	02-03	FY	03-04	FY	04-05	FY	05-06	FY	06-07	FY	07-08	FY	08-09	FY	09-10	FY	10-11	TOTAL
2	One-Time Cost		\$640,818		\$1,143,372		\$1,203,988		\$1,417,062		\$930,154		\$1,545,525		\$1,528,673		\$1,136,092		\$894,608		\$0	\$10,440,292
3	Continuing Costs		\$758		\$235,432		\$254,736		\$220,331		\$238,774		\$247,475		\$313,327		\$562,908		\$812,392		\$431,876	\$3,318,009
4	TOTAL PROJECT BUDGET		\$641,576		\$1,378,804		\$1,458,724		\$1,637,393		\$1,168,928		\$1,793,000		\$1,842,000		\$1,699,000		\$1,707,000		\$431,876	\$13,758,301

SOURCES OF FUNDING

5	General Fund		\$320,788		\$689,402		\$645,594.50		\$744,022.50		\$518,964		\$832,000		\$856,000		\$783,000		\$787,000		\$215,938	\$6,392,709
6	Redirection																					
7	Reimbursements		\$320,788		\$689,402		\$813,129.50		\$893,370.50		\$649,964		\$961,000		\$986,000		\$916,000		\$920,000		\$215,938	\$7,365,592
8	Federal Funds																					
9	Special Funds																					
10	Grant Funds																					
11	Other Funds																					
12	PROJECT BUDGET		\$641,576		\$1,378,804		\$1,458,724		\$1,637,393		\$1,168,928		\$1,793,000		\$1,842,000		\$1,699,000		\$1,707,000		\$431,876	\$13,758,301

Note: The totals in Item 4 and Item 12 must have the same cost estimate.



2.5 SECTION E: VENDOR PROJECT BUDGET

Vendor Cost for SPR Development	N/A
Vendor Name	N/A

Project # 4200-9 4/30/09
Doc. Type - SPR

VENDOR PROJECT BUDGET

1 Fiscal Year	FY 01-02	FY 02-03	FY 03-04	FY 04-05	FY 05-06	FY 06-07	FY 07-08	FY 08-09	FY 09-10	FY 10-11	Total
2 Primary Vendor Budget											
3 Independent Oversight Budget	\$61,045	\$151,500		\$212,290	\$37,570	\$72,448	\$166,630	\$200,000	\$0	\$0	\$901,483
4 IV&V Budget			\$140,498								\$140,498
5 Other Budget	\$481,450	\$573,960	\$624,887	\$844,744	\$523,096	\$972,856	\$761,320	\$570,082	\$528,598	\$0	\$5,880,993
6 TOTAL VENDOR BUDGET	\$542,495	\$725,460	\$765,385	\$1,057,034	\$560,666	\$1,045,304	\$927,950	\$770,082	\$528,598	\$0	\$6,922,974

PRIMARY VENDOR HISTORY SPECIFIC TO THIS PROJECT

7 Primary Vendor	N/A
8 Contract Start Date	
9 Contract End Date (projected)	
10 Amount	

PRIMARY VENDOR CONTACTS

	First Name	Last Name	Phone #	Ext.	Fax #
11					
12					
13					



2.6 SECTION F: RISK ASSESSMENT INFORMATION

Project #	4200-9
Doc. Type	SPR

	Yes	No
Has a Risk Management Plan been developed for this project?	X	

General Comment(s)
The Risk Management Plan Worksheet in the original SPR is updated quarterly.



3 PROPOSED PROJECT CHANGE

3.1 PROJECT BACKGROUND AND SUMMARY

In March 2001, ADP completed a Feasibility Study Report (FSR) and obtained Department of Finance approval (DOF), as Project No. 4200-9, for ADP to become compliant with the Health Insurance Portability and Accountability Act (HIPAA), which became public law on August 21, 1996. HIPAA mandated the establishment of various protections, standards, and requirements for the transmission, storage, and handling of certain electronic health care data. HIPAA provisions include standards for transactions, code sets, unique health identifiers, security, and privacy protections. These rules had far-reaching impact on ADP systems and information that included: 1) program processes; 2) legacy systems; 3) organizational structures; 4) personnel; 5) contractor and business associates and, 6) operations.

Beginning in FY 2001/02, budget reductions, hiring freezes and severe vendor problems plagued the project, but by FY 2004/05, the funding became steady and the project was once again on schedule.

A Special Project Report (SPR) dated June 2006 and approved in July 2007, provided DOF approval of the remaining remediation activities required of ADP to achieve HIPAA compliance given the changes in strategy, funding, and schedule. Again, in July 2008, an approved SPR established standards for electronic transactions and the Department of Health Care Services (DHCS) had initiated the development of the new Short-Doyle/Medical System (SD/MC) that cited a May 2009 implementation date.

The March 2008 SPR Economic Analysis Workbooks (EAW), depicts the SD/MC system to be completed June 2009; however, due to the implementation date extension, the EAW is amended to modify FY 2009/10 and add FY 2010/11. ADP continues to utilize its interim solution using translator software to achieve HIPAA compliance as stated in the approved FSR and subsequent June 2006 and March 2008 SPRs. The interim solution for HIPAA Transaction Code Set (TCS) remediation and full compliance is necessary because of the delay in DHCS' SD/MC system remediation effort. In addition, in May 2009 an Interagency Agreement (IAA) between DHCS and ADP was established to provide continuance of the translator software until the full implementation of the SD/MC system, which now is expected by June 2010.

ADP submits this SPR dated May 2009, to extend the SD/MC system implementation twelve months and retain existing staffing levels to effect implementation. The implementation extension is needed because of the change in the implementation strategy to support a one-time cutover for county and trading partners. A series of governance issues and delays resulting from the review of the Deliverable phase by ADP and the Department of Mental Health (DMH) resulted in a minor delay in completing the Design phase; however, a number of risks surrounding the readiness of external interfaces at the state level, unresolved policy issues, as well as county and trading partner readiness ultimately resulted in a decision to significantly alter the implementation strategy.

Since August 2008, the three departments: DHCS, DMH, and ADP have held regular telephone conferences and meetings with the county information technology, mental health, and substance abuse representatives to ensure they were apprised of the SD/MC system progress and schedule. After receiving formal written concerns from counties on the SD/MC system implementation plan, the three departments collaborated to develop and distribute a



survey in December 2008, to assess county and trading partner readiness to submit and receive new SD/MC system data.

Forty-two counties responded to the survey, and most indicated that they would not be ready for February 2009 testing or the June 2009 implementation. Of the eight counties submitting the largest volume of SD/MC claims (Orange, San Mateo, Sacramento, Los Angeles, Santa Clara, San Diego, San Francisco, and Santa Barbara) only Sacramento confirmed that it would be ready for the February 2009 pilot testing and the June 1, 2009, go-live date.

Consequently, the survey revealed the counties and trading partners would not be ready for a June 2009 system implementation. In addition, the departments' testing efforts between October 2008 and January 2009 identified claims processing functionality that was missing or incorrect in the new SD/MC system. Based on the volume and complexity of the required system changes—including design, development, testing, and implementation of these changes—they could not reasonably be implemented with adequate time for county testing.

In accordance with the Office of State Chief Information Officer (OCIO) SPR guidelines, this SPR update requests approval for the remaining remediation activities required of ADP to fully achieve HIPAA compliance given the delay in the development of the State's SD/MC system.

3.1.1 DEPARTMENT MISSION AND RESPONSIBILITIES

No change.

3.1.2 REQUIREMENTS OF HIPAA

No change.

3.2 PROJECT STATUS AND FUTURE DIRECTION – PATHWAYS TO COMPLIANCE

No change.

3.2.1 TRANSACTIONS AND CODE SETS (TCS)

No change.

3.2.1.1 TCS BACKGROUND

The 837 Claim Transaction, the 276/277 Claim Status Inquiry and Response, and the 835 Remittance Advice are the HIPAA TCS transactions that apply to ADP. According to the current DHCS implementation plan, DHCS will replace the SD/MC system by April 2010.

3.2.1.2 TCS REQUIREMENTS AND ACTION PLAN

As planned, ADP completed and implemented its own solution for the 837, 276/277 and 835 transactions using the translator and a cross walk between incoming 837s and DHCS' legacy mainframe adjudication system. This system will be retired when this project is complete.

3.2.2 PRIVACY RULE

No change.



3.2.2.1 BACKGROUND

No change.

3.2.2.2 PRIVACY COMPLIANCE ACTION PLAN

No change.

3.2.2.3 PRIVACY SUMMARY

No change.

3.2.3 SECURITY RULE

No change.

3.2.3.1 BACKGROUND

No change.

3.2.3.2 SECURITY ACTION PLAN

No change.

3.2.3.3 SECURITY SUMMARY

No change.

3.2.4 NATIONAL PROVIDER IDENTIFIER (NPI) RULE

No change.

3.2.4.1 NPI BACKGROUND

No change.

3.2.4.2 NPI ACTION PLAN

No change.

3.2.4.3 NPI SUMMARY

No change.

3.3 REASON FOR PROPOSED CHANGE

No change.

3.3.1 CHANGES IN STRATEGY

There is no change in strategy; ADP continues to proceed with the remediation efforts associated with the new SD/MC system.



3.3.2 CHANGES IN BUDGET AND PROJECT COSTS

Additional costs are required to extend the SD/MC system for twelve months and are reflected in the Updated Economic Analysis Worksheet.

3.3.3 CHANGES IN SCHEDULE

ADP anticipates being able to conclude all remediation efforts associated with the new SD/MC system by April 2010.

3.4 PROPOSED PROJECT CHANGE

Table 1 – Revised Project Changes

Compliance Area	Revised Cost Estimate	Original Completion	Revised Completion
ADP SD/MC Remediation	\$1,707,000	May 2009	June 2010

3.5 IMPACT ON PROPOSED CHANGE OF PROJECT

The change in implementation date will require an additional year of current staffing levels in addition to project oversight and management to remediate ADP systems to work with the new SD/MC system.

3.6 FEASIBLE ALTERNATIVES CONSIDERED

The only feasible alternative for ADP is to participate in DHCS' SD/MC system replacement schedule until it is thoroughly complete and to remediate its information technology and business systems accordingly.

3.7 PROPOSED SOLUTION

The proposed solution is to extend the HIPAA Compliance Project to include SD/MC system.

3.7.1.1 IMPACT OF RECOMMENDATION:

PROGRAM:

The goal is for the DMC claims business processes and supporting systems to continue to function with the implementation of SD/MC system. Establishing a team of dedicated resources recognizes the significant and intense commitment that is needed by ADP to complete the work within the projected timeframe to meet this goal. The subject-matter experts from impacted organizational units are essential in defining the needs of ADP for the SD/MC system, and in working with the dedicated project team to modify ADP internal processes to align with the new system.

FISCAL:

The \$1.7 million identified for SFY 09/10 as noted in this SPR dated May 2009, will be necessary to meet these requirements. According the March 2008 SPR, the HIPAA Compliance Branch will be reducing full-time staff from seven to three positions beginning in SFY 08-09; due to the revised timeline for replacing the SD/MC system, the HIPAA branch staffing levels will be maintained at the current level with a staff reduction to begin in SFY 10-11. This reduction in staff is based on the completion of a compliant SD/MC system by



June 2010 and then entering into Maintenance and Operations mode for HIPAA compliance. The current project team composed of staff similar to what has been used to complete the Phase I work will be needed: including seven full-time internal staff, key contractors for project management, and Independent Project Oversight.

3.8 IMPLEMENTATION PLAN

ADP will use the following approach to remediate its systems and associated processes to work with the new SD/MC system:

1. Participate in SD/MC information sharing venues to ensure that ADP requirements are met, and that ADP acquires a full understanding of the new system.
2. Develop a detailed assessment of Information Technology and business systems to determine the impact of the SD/MC system on those systems.
3. Plan for remediation by developing detailed plans based on selected strategies.
4. Remediate Information Technology and business systems.

4 UPDATED PROJECT MANAGEMENT PLAN

ADP has completed Initiation Phase activities (including a Project Charter) as defined by ADP's Project Management Office (PMO) project management methodology. Planning activities for the Project Management Plan and Business Functional Requirements is on-going until the implementation of the SD/MC system.

4.1 PROJECT MANAGEMENT QUALIFICATIONS

An Enterprise Project Manager (EPM) is currently in place and has the responsibilities to maintain the Enterprise Project Schedule, implement and maintain the Enterprise Project Plan, and mentor the Project Director and staff. A Technical Project Manager from the ADP Information Management Services Division has been assigned to the project.

4.2 PROJECT MANAGEMENT METHODOLOGY

The HIPAA Project has developed an Enterprise Project Plan that follows the Project Management Institute guidelines for project management, the DOF IT Project Oversight Framework, and SIMM Section 200 (for periods prior to January 1, 2009). For periods after January 1, 2009 the project will use the state Office of the Chief Information Officer (OCIO) standards as required in IT Policy Letter 0901 and State Information Management Manual (SIMM) section 17. To ensure adherence to these standards, ADP's Independent Project Oversight Consultant (IPOC) submits monthly reports to OCIO.



4.3 PROJECT ORGANIZATION

The HIPAA Steering Committee provides governance for the project. The Project Team identifies the following ADP HIPAA workgroups and stakeholders:

- HIPAA Steering Committee
- Executive Sponsor
- HIPAA Compliance Project Team
- Subject Matter Experts
- Department of Mental Health (DMH)
- Department of Health Care Services (DHCS)
- Enterprise Project Manager (EPM)
- Independent Project Oversight Consultants (IPOC)

Figure 1 depicts the relationships among these groups.

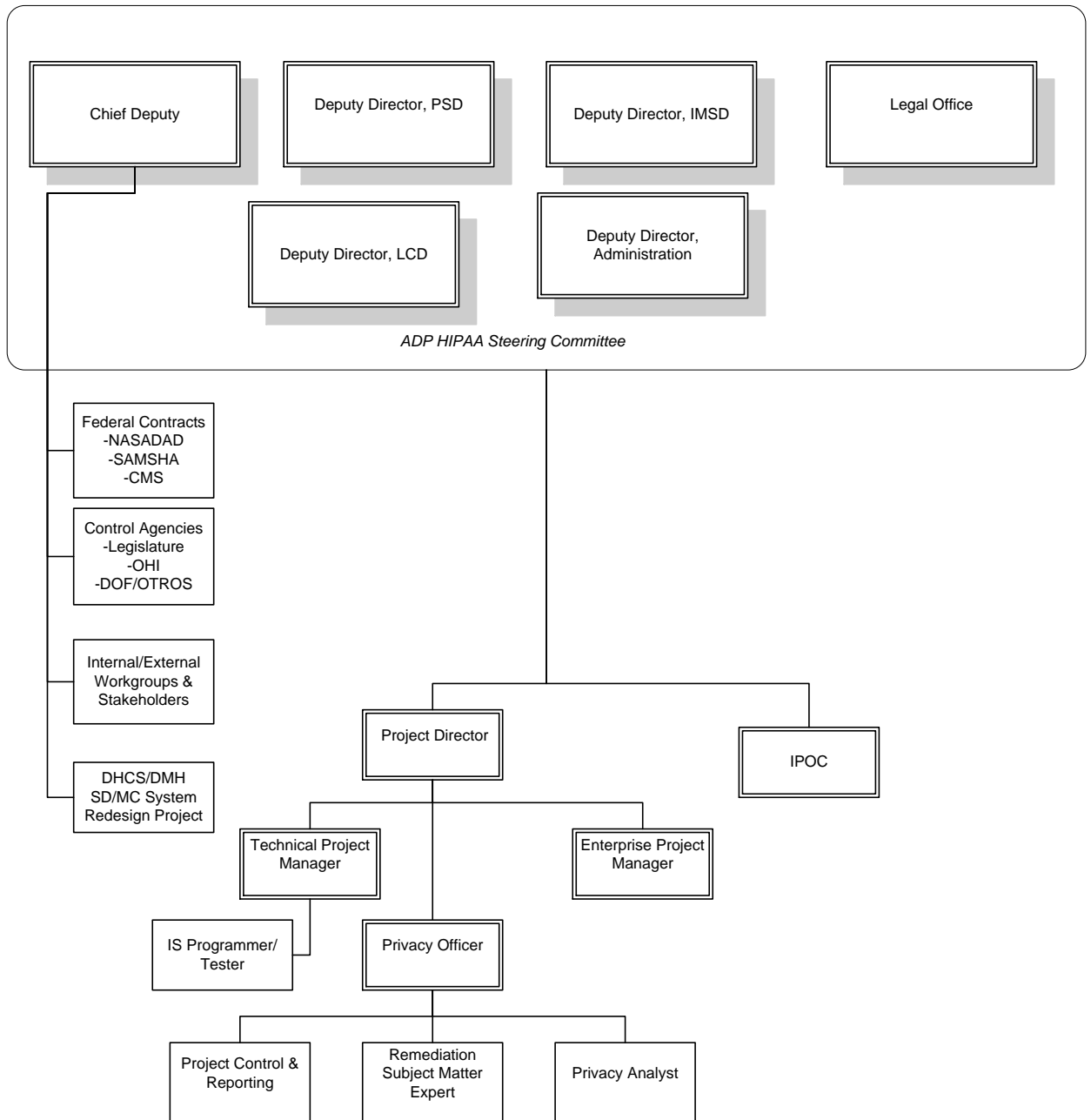


Figure 1 – Project Organization.



4.4 PROJECT PRIORITIES

The following objectives represent the priorities of the HIPAA Compliance Project in order of importance:

- Bring the ADP organization into compliance with all of the currently published HIPAA rules no later than April 2010.
- Remediate ADP's information technology and business systems to work with the new SD/MC system and dismantle interim "Bridge Solution" processes by April 2010.

4.5 PROJECT PLAN

4.5.1 PROJECT SCOPE

The scope of this project is to complete all activities required for ADP to completely meet the HIPAA TCS Rule, and to generate HIPAA-compliant transactions without the translator software. ADP will be able to collect the information necessary to administer and manage the Drug Medi-Cal (DMC) Program with no business disruption.

The SD/MC system is a remediation project allowing full compliance to HIPAA Rules that impacts ADP's: 1) program processes, 2) legacy systems, 3) organizational structures, 4) personnel, 5) contractor and business associates, and 6) operations. The true business opportunity is in the process of ADP reviewing and modifying its internal systems and functions. This provides an opportunity to automate manual systems, align and interface currently separate databases, and consider other ways to streamline how ADP does business.

4.5.2 PROJECT ASSUMPTIONS

- ADP has identified the following assumptions:
- DHCS' SD/MC system remains on course;
- ADP's Project, budget and funding approvals will occur in a timely manner;
- Contractor resources via available procurement methods and State Administrative Manual requirements will provide sufficient numbers of qualified and capable staff across the project, as needed;
- ADP will apply the appropriate level of internal resources to ensure timely compliance; and
- IT experts will be available as needed to work with and manage the contractor-supported assessments, remediation, and testing efforts for each applicable system.

4.5.3 PROJECT PHASING

No change.

4.5.4 PROJECT ROLES AND RESPONSIBILITIES

The primary roles and responsibilities on the project within ADP are described below.

4.5.4.1 HIPAA STEERING COMMITTEE

No change.



4.5.4.2 PROJECT DIRECTOR

No change.

4.5.4.3 IT PROJECT MANAGER

No change.

4.5.4.4 ADP PRIVACY OFFICER

The Privacy Officer is responsible for ADP's continued compliance with the HIPAA Privacy Rule. The Privacy Officer also manages the three staff analysts reporting into the HIPAA Compliance Branch.

4.5.4.5 ADP INFORMATION SECURITY OFFICER

No change.

4.5.4.6 CONTRACT CONSULTANTS

The consultants are responsible to the HIPAA Project Director or the Information Technology Project Manager depending upon their scope of work.

4.5.5 PROJECT SCHEDULE

The Enterprise Project Schedule (EPS) is being used to manage the HIPAA Project. The EPS will be built using a work breakdown structure, in Microsoft Project (See Appendix A). A summary of the EPS is presented in Table 2 – Project Schedule.

Table 2 – Project Schedule

Deliverables & Milestones	Planned Completion Date
Initiation Phase	03/31/08
Planning Phase	07/31/08
Delivery Phase	03/01/10
Completion Phase	06/30/10

4.6 PROJECT MONITORING

No change.

4.7 PROJECT QUALITY

No change.

4.8 CHANGE MANAGEMENT

No change.

4.9 AUTHORIZATION REQUIRED

No change.

5 UPDATED RISK MANAGEMENT PLAN

The Risk Management Worksheet presented in the original SPR is being updated quarterly. The next quarterly update will contain new risks introduced to ADP due to the involvement in SD/MC system and the consequent remediation of its information technology and business systems.



5.1 RISK MANAGEMENT WORKSHEET

No change.

5.1.1 RISK IDENTIFICATION

No change.

5.1.2 RISK ANALYSIS AND QUANTIFICATION

No change.

5.1.3 RISK PRIORITIZATION

No change.

5.1.4 RISK RESPONSE

No change.

5.1.5 RISK AVOIDANCE

No change.

5.1.6 RISK ACCEPTANCE

No change.

5.1.7 RISK MITIGATION

No change.

5.1.8 RISK SHARING

No change.

5.2 RISK TRACKING AND CONTROL

No change.

5.2.1 RISK TRACKING

No change.

5.2.2 RISK CONTROL

No change.



6 UPDATED ECONOMIC ANALYSIS WORKSHEETS (EAWs)

PROPOSED ALTERNATIVE:

Department: Department of Alcohol and Drug Programs
Project: HIPAA Compliance Project

All Costs Should be shown in whole (unrounded) dollars.

Date Prepared: 04/30/2005

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		FY 2010/11		TOTAL	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts
One-Time IT Project Costs																						
Staff (Salaries & Benefits)	1.5	98,323	3.4	417,912	4.0	438,603	3.3	360,028	3.2	369,488	7.0	500,221	7.0	600,723.00	4.0	366,010	4.0	366,010	0.0	0	37.4	3,517,318
Hardware Purchase		0		0		0		0		0		0		0		0		0		0		0
Software Purchase/License		0		0		0		0		0		0		0		0		0		0		0
Telecommunications		0		0		0		0		0		0		0		0		0		0		0
Contract Services																						
Software Customization		78,160		227,350		245,652		109,151		347,312		64,840		0		0		0		0		1,072,465
Project Management		232,700		22,659		108,629		151,045		0		388,695		238,160		175,000		0		0		1,316,888
Project Oversight		61,045		151,500		0		212,290		37,570		72,448		166,630		200,000		0		0		901,483
IV&V Services		0		0		140,498		0		0		0		0		0		0		0		140,498
Other Contract Services		170,590		323,951		270,606		584,548		175,784		519,321		523,160		395,082		528,598		0		3,491,640
TOTAL Contract Services		542,495		725,460		765,385		1,057,034		560,666		1,045,304		927,950		770,082		528,598		0		6,922,974
Data Center Services		0		0		0		0		0		0		0		0		0		0		0
Agency Facilities		0		0		0		0		0		0		0		0		0		0		0
Other		0		0		0		0		0		0		0		0		0		0		0
Total One-time IT Costs	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	7.0	1,545,525	7.0	1,528,673	4.0	1,136,092	4.0	894,608	0.0	0	37.4	10,440,292
Continuing IT Project Costs																						
Staff (Salaries & Benefits)	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	3.0	318,024	3.0	318,024	3.0	318,024	9.0	954,072
Hardware Lease/Maintenance		0		0		0		0		0		0		0		0		0		0		0
Software Maintenance/Licenses		0		0		0		0		0		0		0		0		0		0		0
Telecommunications		0		0		0		0		0		0		0		0		0		0		0
Contract Services		0		0		0		0		0		0		0		0		249,484		0		249,484
Data Center Services (Maintenance)		0		0		0		0		0		0		0		0		0		0		0
Agency Facilities		0		0		0		0		0		0		0		0		0		0		0
Other (OE&E and O/H)		758		235,432		254,736		220,331		238,774		247,475		313,327		244,884		244,884		113,852		2,114,453
Total Continuing IT Costs	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	247,475	0.0	313,327	3.0	562,908	3.0	812,392	3.0	431,876	9.0	3,318,009
Total Project Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	431,876	46.4	13,758,301
Continuing Existing Costs																						
Information Technology Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Other IT Costs		0		0		0		0		0		0		0		0		0		0		0
Total Continuing Existing IT Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Program Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Other Program Costs		0		0		0		0		0		0		0		0		0		0		0
Total Continuing Existing Program Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Continuing Existing Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
TOTAL ALTERNATIVE COSTS	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	431,876	46.4	13,758,301
INCREASED REVENUES		0		0		0		0		0		0		0		0		0		0		0



7 ECONOMIC ANALYSIS SUMMARY

ECONOMIC ANALYSIS SUMMARY

Department: Department of Alcohol and Drug Programs
Project: HIPAA Compliance Project

All costs to be shown in whole (unrounded) dollars.

Date Prepared: 04/30/2009

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		FY 2010/11		TOTAL	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	Pys	Amts	Pys	Amts	Pys	Amts	PYs	Amts
EXISTING SYSTEM																						
Total IT Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Program Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Existing System Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
PROPOSED ALTERNATIVE																						
Total Project Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	431,876	46.4	13,758,301
Total Cont. Exist. Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Alternative Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	431,876	46.4	13,758,301
COST SAVINGS/AVOIDANCES	(1.5)	(641,576)	(3.4)	(1,378,804)	(4.0)	(1,458,724)	(3.3)	(1,637,393)	(3.2)	(1,168,928)	(7.0)	(1,793,000)	(7.0)	(1,842,000)	(7.0)	(1,699,000)	(7.0)	(1,707,000)	(3.0)	(431,876)	(46.4)	(13,758,301)
Increased Revenues		0		0		0		0		0		0		0		0		0		0		0
Net (Cost) or Benefit	(1.5)	(641,576)	(3.4)	(1,378,804)	(4.0)	(1,458,724)	(3.3)	(1,637,393)	(3.2)	(1,168,928)	(7.0)	(1,793,000)	(7.0)	(1,842,000)	(7.0)	(1,699,000)	(7.0)	(1,707,000)	(3.0)	(431,876)	(46.4)	(13,758,301)
Cum. Net (Cost) or Benefit	(1.5)	(641,576)	(4.9)	(2,020,380)	(8.9)	(3,479,104)	(12.2)	(5,116,497)	(15.4)	(6,285,425)	(22.4)	(8,078,425)	(29.4)	(9,920,425)	(36.4)	(11,619,425)	(43.4)	(13,326,425)	(46.4)	(13,758,301)		



8 PROJECT FUNDING PLAN

PROJECT FUNDING PLAN

Department: Department of Alcohol and Drug Programs

All Costs to be in whole (unrounded) dollars

Date Prepared: 04/30/2009

Project: HIPAA Compliance Project

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		FY 2010/11		TOTALS	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	Amts		Amts		Amts		PYs	Amts
TOTAL PROJECT COSTS	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	1,707,000	43.4	13,326,425
RESOURCES TO BE REDIRECTED																						
Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	4.0	318,326	4.0	318,326	4.0	366,010	4.0	366,010	0.0	0	16.0	1,368,672
Funds:	0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0							
Existing System	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0		0		0	0.0	0	0	0
Other Fund Sources	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0		0		0	0.0	0	0	0
TOTAL REDIRECTED RESOURCES	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	4.0	318,326	4.0	318,326	4.0	366,010	4.0	366,010	0.0	0	16.0	1,368,672
ADDITIONAL PROJECT FUNDING NEEDED																						
One-Time Project Costs	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	3.0	1,227,199	3.0	1,210,347	0.0	770,082	0.0	528,598	0.0	0	21.4	9,071,620
Continuing Project Costs	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	247,475	0.0	313,327	3.0	562,908	3.0	812,392	3.0	431,876	6.0	3,318,009
TOTAL ADDITIONAL PROJECT FUNDS NEEDED BY FISCAL YEAR	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	3.0	1,474,674	3.0	1,523,674	3.0	1,332,990	3.0	1,340,990	3.0	431,876	27.4	12,389,629
TOTAL PROJECT FUNDING	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,793,000	7.0	1,842,000	7.0	1,699,000	7.0	1,707,000	3.0	431,876	43.4	13,758,301
Difference: Funding - Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	(1,275,124)	0.0	0
Total Estimated Cost Savings	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0



**ADJUSTMENTS, SAVINGS AND REVENUES WORKSHEET
(DOF Use Only)**

Department: Department of Alcohol and Drug Programs

Date Prepared: 04/30/2009

Project: HIPAA Compliance Project

Annual Project Adjustments	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		FY 2010/11		Amts
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	
One-time Costs																					
Previous Year's Baseline	0.0	0	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	3.0	1,227,199	3.0	1,210,347	0.0	770,082	0.0	528,598	
(A) Annual Augmentation /(Reduction)	1.5	640,818	1.9	502,554	0.6	60,616	(0.7)	213,074	(0.1)	(486,908)	(0.2)	297,045	0.0	(16,852)	(3.0)	(440,265)	0.0	(241,484)	0.0	(528,598)	
(B) Total One-Time Budget Actions	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	3.0	1,227,199	3.0	1,210,347	0.0	770,082	0.0	528,598	0.0	0	
Continuing Costs																					
Previous Year's Baseline	0.0	0	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	247,475	0.0	313,327	3.0	562,908	3.0	812,392	
(C) Annual Augmentation /(Reduction)	0.0	758	0.0	234,674	0.0	19,304	0.0	(34,405)	0.0	18,443	0.0	8,701	0.0	65,852	3.0	249,581	0.0	249,484	0.0	(380,516)	
(D) Total Continuing Budget Actions	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	247,475	0.0	313,327	3.0	562,908	3.0	812,392	3.0	431,876	
Total Annual Project Budget Augmentation /(Reduction) [A + C]	1.5	641,576	1.9	737,228	0.6	79,920	(0.7)	178,669	(0.1)	(468,465)	(0.2)	305,746	0.0	49,000	0.0	(94,000)	0.0	8,000	0.0	(909,114)	

[A, C] Excludes Redirected Resources

Total Additional Project Funds Needed [B + D]

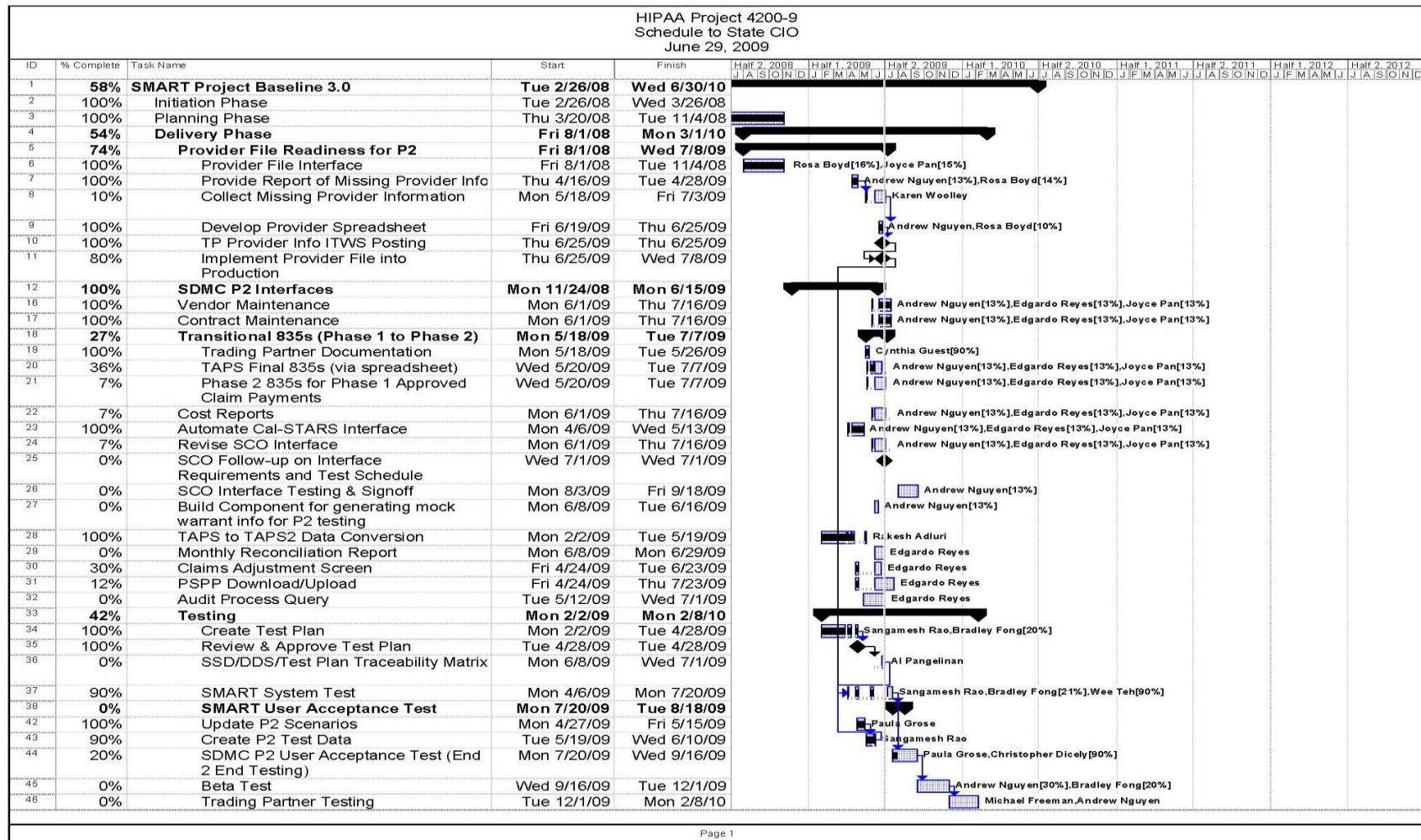
12,389,629

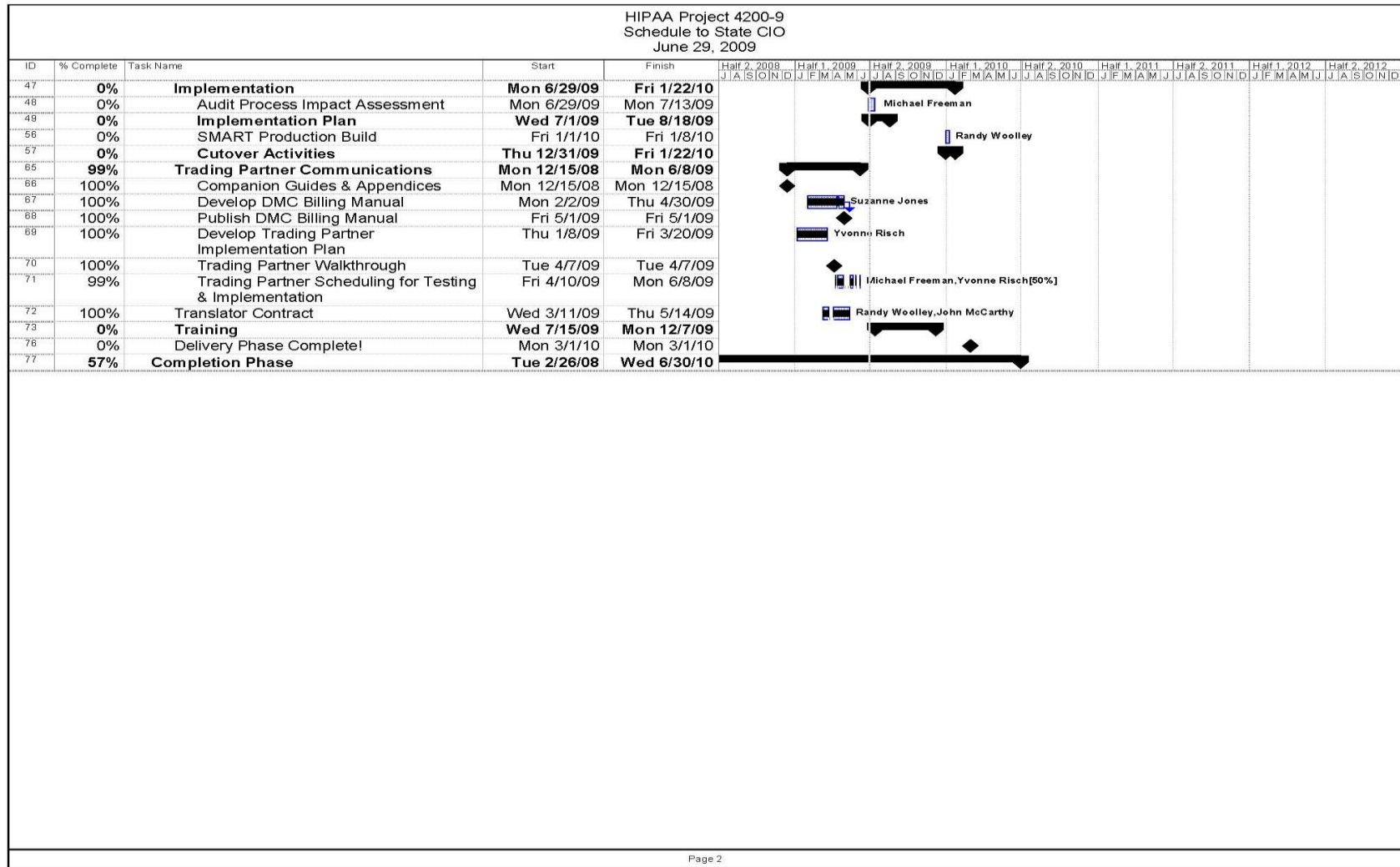
Annual Savings/Revenue Adjustments

Cost Savings	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Increased Program Revenues		0		0		0		0		0		0		0		0		0		0



9 APPENDIX A – PROJECT SCHEDULE







10 APPENDIX B – PRIOR APPROVED SPR EAWS: MARCH 2008

10.1 PROPOSED ALTERNATIVE: MARCH 2008

Department: Department of Alcohol and Drug Programs
Project: HIPAA Compliance Project

PROPOSED ALTERNATIVE:
All Costs Should be shown in whole (unrounded) dollars.

Date Prepared: 03/31/08

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		TOTAL	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts
One-Time IT Project Costs																				
Staff (Salaries & Benefits)	1.5	98,323	3.4	417,912	4.0	438,603	3.3	360,028	3.2	369,488	7.0	500,221	7.0	600,723	4.0	366,010	0.0	0	33.4	3,151,307
Hardware Purchase		0		0		0		0		0		0		0		0		0		0
Software Purchase/License		0		0		0		0		0		0		0		0		0		0
Telecommunications		0		0		0		0		0		0		0		0		0		0
Contract Services																				
Software Customization		78,160		227,350		245,652		109,151		347,312		64,820		0						0
Project Management		232,700		22,659		108,629		151,045		0		388,435		100,000		249,000				1,252,468
Project Oversight		61,045		151,500		0		212,290		37,570		80,000		100,000		168,000				810,405
IV&V Services		0		0		140,498		0		0		0		0						140,498
Other Contract Services		170,590		323,951		270,606		584,548		175,784		457,687		737,541		353,082				3,073,790
TOTAL Contract Services		542,495		725,460		765,385		1,057,034		560,666		990,942		937,541		770,082				6,349,604
Data Center Services		0		0		0		0		0		0		0		0				0
Agency Facilities		0		0		0		0		0		0		0		0				0
Other		0		0		0		0		0		0		0		0				0
Total One-time IT Costs	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	7.0	1,491,163	7.0	1,538,264	4.0	1,136,092	0.0	0	33.4	9,500,911
Continuing IT Project Costs																				
Staff (Salaries & Benefits)	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	3.0	318,024	3.0	318,024	6.0	636,047
Hardware Lease/Maintenance		0		0		0		0		0		0		0		0				0
Software Maintenance/Licenses		0		0		0		0		0		0		0		0				0
Telecommunications		0		0		0		0		0		0		0						0
Contract Services		0		0		0		0		0		0		0				1,267,124		1,267,124
Data Center Services (Maintenance)		0		0		0		0		0		0		0		0				0
Agency Facilities		0		0		0		0		0		0		0		0				0
Other (OE&E and O/H)		758		235,432		254,736		220,331		238,774		277,128		254,736		244,884		113,852		1,595,748
Total Continuing IT Costs	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	277,128	0.0	254,736	3.0	562,908	3.0	1,699,000	6.0	3,743,803
Total Project Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
Continuing Existing Costs																				
Information Technology Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Other IT Costs		0		0		0		0		0		0		0		0		0		0
Total Continuing Existing IT Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Program Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Other Program Costs		0		0		0		0		0		0		0		0		0		0
Total Continuing Existing Program Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Continuing Existing Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
TOTAL ALTERNATIVE COSTS	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
INCREASED REVENUES		0		0		0		0		0		0		0		0		0		0



10.2 ECONOMIC ANALYSIS SUMMARY: MARCH 2008

ECONOMIC ANALYSIS SUMMARY

Department: Department of Alcohol and Drug Programs
Project: HIPAA Compliance Project

All costs to be shown in whole (unrounded) dollars.

Date Prepared: 03/31/08

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		TOTAL	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	Pys	Amts	Pys	Amts	PYs	Amts
EXISTING SYSTEM																				
Total IT Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Program Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Existing System Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
PROPOSED ALTERNATIVE																				
Total Project Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
Total Cont. Exist. Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Total Alternative Costs	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
COST SAVINGS/AVOIDANCES	(1.5)	(641,576)	(3.4)	(1,378,804)	(4.0)	(1,458,724)	(3.3)	(1,637,393)	(3.2)	(1,168,928)	(7.0)	(1,768,291)	(7.0)	(1,793,000)	(7.0)	(1,699,000)	(3.0)	(1,699,000)	(39.4)	(13,244,715)
Increased Revenues		0		0		0		0		0		0		0		0		0		0
Net (Cost) or Benefit	(1.5)	(641,576)	(3.4)	(1,378,804)	(4.0)	(1,458,724)	(3.3)	(1,637,393)	(3.2)	(1,168,928)	(7.0)	(1,768,291)	(7.0)	(1,793,000)	(7.0)	(1,699,000)	(3.0)	(1,699,000)	(39.4)	(13,244,715)
Cum. Net (Cost) or Benefit	(1.5)	(641,576)	(4.9)	(2,020,380)	(8.9)	(3,479,104)	(12.2)	(5,116,497)	(15.4)	(6,285,425)	(22.4)	(8,053,716)	(29.4)	(9,846,716)	(36.4)	(11,545,715)	(39.4)	(13,244,715)		

Update for FY 08/09 and FY 09/10



10.3 PROJECT FUNDING PLAN: MARCH 2008

Department: Department of Alcohol and Drug Programs
Project: HIPAA Compliance Project

PROJECT FUNDING PLAN
All Costs to be in whole (unrounded) dollars

Date Prepared: 03/31/08

	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		TOTALS	
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	Amts		Amts		PYs	Amts
TOTAL PROJECT COSTS	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
RESOURCES TO BE REDIRECTED																				
Staff	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	4.0	366,010	0.0	0	4.0	366,010
Funds:	0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0	
Existing System	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0		0		0	0.0	0
Other Fund Sources	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0		0		0	0.0	0
TOTAL REDIRECTED RESOURCES	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	4.0	366,010	0.0	0	4.0	366,010
ADDITIONAL PROJECT FUNDING NEEDED																				
One-Time Project Costs	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	7.0	1,491,163	7.0	1,538,264	3.0	1,088,106	3.0	431,876	35.4	9,884,803
Continuing Project Costs	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	277,128	0.0	254,736	0.0	244,884	0.0	1,267,124	0.0	2,993,902
TOTAL ADDITIONAL PROJECT FUNDS NEEDED BY FISCAL YEAR	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	3.0	1,332,990	3.0	1,699,000	35.4	12,878,705
TOTAL PROJECT FUNDING	1.5	641,576	3.4	1,378,804	4.0	1,458,724	3.3	1,637,393	3.2	1,168,928	7.0	1,768,291	7.0	1,793,000	7.0	1,699,000	3.0	1,699,000	39.4	13,244,715
Difference: Funding - Costs	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	(1)	0.0	(0)	0.0	(0)	0.0	0
Total Estimated Cost Savings	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0



**ADJUSTMENTS, SAVINGS AND REVENUES WORKSHEET
(DOF Use Only)**

Department: Department of Alcohol and Drug Programs

Date Prepared: 03/31/08

Project: HIPAA Compliance Project

Annual Project Adjustments	FY 2001/02		FY 2002/03		FY 2003/04		FY 2004/05		FY 2005/06		FY 2006/07		FY 2007/08		FY 2008/09		FY 2009/10		Amts
	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	PYs	Amts	
One-time Costs																			
Previous Year's Baseline	0.0	0	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	7.0	1,491,163	7.0	1,538,264	7.0	1,454,116	
(A) Annual Augmentation /(Reduction)	1.5	640,818	1.9	502,554	0.6	60,616	(0.7)	213,074	(0.1)	(486,908)	3.8	561,009	0.0	47,101	0.0	281,862	0.0	(1,022,240)	
(B) Total One-Time Budget Actions	1.5	640,818	3.4	1,143,372	4.0	1,203,988	3.3	1,417,062	3.2	930,154	7.0	1,491,163	7.0	1,538,264	7.0	1,454,116	7.0	431,876	10,250,813
Continuing Costs																			
Previous Year's Baseline	0.0	0	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	277,128	0.0	254,736	0.0	244,884	
(C) Annual Augmentation /(Reduction)	0.0	758	0.0	234,674	0.0	19,304	0.0	(34,405)	0.0	18,443	0.0	38,354	0.0	(22,393)	0.0	(9,852)	0.0	1,022,240	
(D) Total Continuing Budget Actions	0.0	758	0.0	235,432	0.0	254,736	0.0	220,331	0.0	238,774	0.0	277,128	0.0	254,736	0.0	244,884	0.0	1,267,124	2,993,903
Total Annual Project Budget Augmentation /(Reduction) [A + C]	1.5	641,576	1.9	737,228	0.6	79,920	(0.7)	178,669	(0.1)	(468,465)	3.8	599,363	0.0	24,708	0.0	272,010	0.0	0	

[A, C] Excludes Redirected Resources

Total Additional Project Funds Needed [B + D]

13,244,715

Annual Savings/Revenue Adjustments

Cost Savings	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	
Increased Program Revenues		0		0		0		0		0		0		0					